



**May Revision Highlights
Fiscal Year 2012-13**

California Department of Public Health

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CALIFORNIA DEPARTMENT OF PUBLIC HEALTH PROGRAM OVERVIEW

The mission of the California Department of Public Health (CDPH) is to optimize the health and well-being of the people in California, primarily through population-based programs, strategies, and initiatives.

The CDPH's goals are to achieve health equities and eliminate health disparities; eliminate preventable disease, disability, injury, and premature death; promote social and physical environments that support good health for all; prepare for, respond to, and recover from emerging public health threats and emergencies; improve the quality of the workforce and workplace; and promote and maintain an efficient and effective organization. The CDPH is working toward these goals through its programmatic and operational support activities and in collaboration with local health departments and other organizations throughout the State.

CDPH comprises five Public Health Centers as well as Health Information and Strategic Planning, Emergency Preparedness Office, Administration, and Office of Public Affairs.

GENERAL BUDGET OVERVIEW

The CDPH budget supports activities and services that reinforce the State's commitment to the health and well-being of all Californians. For Fiscal Year (FY) 2012-13, the May Revise Budget provides \$3.46 billion for the support of CDPH programs and services, a decrease of 1.7% from the 2011-12 Enacted Budget in June 30, 2011. This decrease is largely due to General Funding decrease in the AIDS Drug Assistance Program due to the implementation of the Low Income Health Program. Of the amount approved, \$675 million is for State Operations and \$2.79 billion is for Local Assistance. The budget affirms CDPH's commitment to address the public health needs of Californians.

Total CDPH Budget

*Dollars in thousands

Total Department by Fund Source				
Fund Source	2011-12 Enacted Budget	2012-13 Governor's Budget	2012-13 May Revise	% Change from 2011-12 Enacted Budget
General Fund	\$226,161	\$124,805	\$120,990	-46.50%
Federal Funds	\$1,956,482	\$1,998,122	\$2,009,110	2.69%
Special Funds & Reimbursements	\$1,343,117	\$1,304,742	\$1,335,319	-0.58%
Total Funds	\$3,525,760	\$3,427,669	\$3,465,419	-1.71%

Note: the amounts that are quoted do not include all non-Budget Act appropriations.

The charts below and the narrative that follows describe the specific budget adjustments. Note that the amounts quoted do not include all non-Budget Act appropriations and other minor adjustments.

State Operations

*Dollars in thousands

State Operations by Program					
Program Title	Program	2011-12 Enacted Budget	2012-13 Governor's Budget	2012-13 May Revise	% Change from 2011-12 Enacted Budget
Public Health Emergency Preparedness	10	\$46,585	\$40,687	\$40,686	-12.66%
Public and Environmental Health	20	\$427,037	\$427,579	\$424,667	-0.55%
Licensing & Certification	30	\$186,913	\$200,487	\$209,663	12.17%
Department Administration	40.01	\$27,655	\$31,972	\$31,953	15.54%
Distributed Administration	40.02	-\$27,655	-\$31,972	-\$31,953	15.54%
Total State Operations		\$660,535	\$668,753	\$675,016	2.19%

State Operations by Fund Source				
Fund Source	2011-12 Enacted Budget	2012-13 Governor's Budget	2012-13 May Revise	% Change from 2011-12 Enacted Budget
General Fund	\$87,635	\$83,627	\$82,270	-6.12%
Federal Funds	\$258,207	\$253,666	\$253,621	-1.78%
Special Funds & Reimbursements	\$314,693	\$331,460	\$339,125	7.76%
Total State Operations	\$660,535	\$668,753	\$675,016	2.19%

Local Assistance

*Dollars in thousands

Local Assistance By Program					
Program Title	Program	2011-12 Enacted Budget	2012-13 Governor's Budget	2012-13 May Revise	% Change from 2011-12 Enacted Budget
Public Health Emergency Preparedness	10	\$63,755	\$61,284	\$61,284	-3.88%
Public and Environmental Health	20	\$2,801,470	\$2,697,632	\$2,729,119	-2.58%
Total Local Assistance		\$2,865,225	\$2,758,916	\$2,790,403	-2.61%

Local Assistance By Fund Source					
Fund Source		2011-12 Enacted Budget	2012-13 Governor's Budget	2012-13 May Revise	% Change from 2011-12 Enacted Budget
General Fund		\$138,526	\$41,178	\$38,720	-72.05%
Federal Funds		\$1,698,275	\$1,744,456	\$1,755,489	3.37%
Special Funds & Reimbursements		\$1,028,424	\$973,282	\$996,194	-3.13%
Total Local Assistance		\$2,865,225	\$2,758,916	\$2,790,403	-2.61%

PROGRAMMATIC ADJUSTMENTS

The specific adjustments listed below reflect the major budgetary changes since the introduction of the 2012-13 Governor's Budget. The major changes include Spring Finance Letters, May Revise Letters, May Estimates, and Section Letters.

References to "GF" are to the General Fund, "OF" refers to Other Funds including Special Funds, Federal Funds, and Reimbursements; and "TF" represents Total Funds. (All funding is shown in total dollars, not thousands.)

I. Public Health Emergency Preparedness Program

The Public Health Emergency Preparedness program coordinates preparedness and response activities across CDPH for all public health emergencies, including natural disasters, acts of terrorism, and pandemic diseases. The program plans and supports surge capacity in medical care and public health systems to meet needs during emergencies. The program administers federal and state funds that support CDPH's emergency preparedness activities. Major budget adjustments include:

The May Revise reflects no change to the Public Health Emergency Preparedness Program.

II. Center for Chronic Disease Prevention and Health Promotion

The Center for Chronic Disease Prevention and Health Promotion comprises the Division of Chronic Disease and Injury Control and the Division of Environmental and Occupational Disease Control. The Center addresses the prevention and control of chronic disease and injury through a focus on the social and environmental determinants of health and health inequities. The Center's programs encompass disease and injury surveillance, tobacco control, nutrition and physical activity, diabetes, cancer, cardiovascular diseases, asthma, obesity, injuries and violence prevention, and, occupational and environmental disease control. Major budget adjustments include:

2011-12 Budget Adjustments

Every Woman Counts May 2012 Estimate

\$1,388,000 TF
\$1,388,000 GF
\$0 OF

The May Revise reflects a current year increase in Local Assistance funding of \$1.4 million for the Every Woman Counts (EWC) Program. This is the net result of an increase of \$4.4 million associated with the exemption of non-Medi-Cal programs under AB 97 from the 10 percent Medi-Cal rate reduction offset by savings in clinical services of \$3 million in Local Assistance.

2012-13 Budget Adjustments

Proposition 99 Reduction to Research Account

- \$1,049,000 TF
- \$1,049,000 OF

The May Revise reflects a reduction in State Operations authority in the Proposition 99, Research Account Fund 0234. The proposed funding reduction will eliminate or transfer several state functions related to the management and operation of the California Cancer Registry (CCR) and mitigates any impact of funding reductions to the CCR contractors themselves.

Toxic Substances Control Account

\$0 TF
\$0 GF
\$0 OF

The May Revise reflects a decrease of \$889,000 to the CDPH appropriation from the Toxic Substance Control Account for the California Environmental Contaminant Biomonitoring Program. This reduction will be backfilled with appropriations from the Air Pollution Control Fund, Department of Pesticide Regulation Fund, Birth Defects Monitoring Fund and the Childhood Lead Poisoning Prevention Fund.

Mental Health Services Act – California Reducing Disparities Project

\$15,000,000 TF
\$0 GF
\$15,000,000 OF

The May Revise reflects an augmentation of the Mental Health Services Fund (MHSF) by \$15 million per year, without regard to Fiscal Year, in State Operations for a period of four years (total \$60 million) to support the California Reducing Disparities Project (CRDP). The augmentation request is to be established in a new appropriation item and funded through the 3.5% state administrative cap of the MHSF.

III. Center for Infectious Diseases

The Center for Infectious Diseases comprises the Division of Communicable Disease Control and the Office of AIDS. The Center oversees the investigation, prevention, and control of infectious diseases and the assessment, prevention, and interruption of the transmission of HIV and the provision of services to HIV-infected Californians. Major budget adjustments include:

2011-12 Budget Adjustments

AIDS Drug Assistance Program May 2012 Estimate

\$4,795,000 TF
-\$1,029,000 GF
\$5,824,000 OF

The May Revise reflects a net increase of \$4.8 million in Local Assistance funding for the AIDS Drug Assistance Program (ADAP). This includes a decrease of \$1 million in GF, offset by an increase in the ADAP Rebate Special Fund of \$5.8 million. This change is largely due to a slower than projected transition of ADAP clients to the Low Income Health Program (LIHP).

2012-13 Budget Adjustments

AIDS Drug Assistance Program May 2012 Estimate

\$33,878,000 TF
-\$241,000 GF
\$34,119,000 OF

The May Revise reflects a net increase of \$33.9 million in Local Assistance funding for the AIDS Drug Assistance Program (ADAP). This includes a decrease in GF and Safety Net Care Pool Reimbursements totaling \$32.4 million, offset by an increase in the ADAP Rebate Special Fund of \$55.2 million and an increase in the Ryan White Federal Funds by \$11.0 million. This change is largely due to a slower than projected transition of ADAP clients to the Low Income Health Program (LIHP).

Public Health Laboratory Training Program Reduction

-\$2,217,000 TF
-\$2,217,000 GF

The May Revise reflects a decrease of \$2.2 million in General Fund, Local Assistance, funding to eliminate the Public Health Laboratory Training program. This program provides local assistance grants to subsidize training, support, outreach and education, and provides funding for doctoral candidate stipends and post-doctoral fellowships for individuals training for public health laboratory directorships. This reduction is necessary due to the budget shortfall.

IV. Center for Family Health

The Center for Family Health is comprised of the Genetic Disease Screening Program (GDSP); Maternal, Child and Adolescent Health (MCAH) Program; Office of Family Planning (OFP) and the Women, Infants and Children (WIC) Supplemental Nutrition Program. Major budget adjustments include:

2011-12 Budget Adjustments

There are no current year budget adjustments in the Center for Family Health.

2012-13 Budget Adjustments

Women, Infants and Children (WIC) Program May 2012 Estimate

\$0 TF
\$0 OF

The May Revise reflects a net zero change to the WIC Program Estimate including an increase in the WIC Rebate Special Fund of \$26 million offset by a decrease in Federal Fund authority of \$26 million. This is due to increased revenues in the WIC Rebate Special Fund resulting from a new infant formula rebate contract effective August 1, 2012. Federal law requires the use of WIC Manufacturer Rebate Revenues prior to drawing down Federal WIC food funds.

V. Health Information and Strategic Planning (HISP)

Health Information and Strategic Planning disburses and monitors funds to counties for specified health services; and coordinates and oversees the collection, management, and dissemination of public health and vital records data. Major budget adjustments include:

The May Revise reflects a reduction in State Operations expenditures by \$534,000 in HISP in order to keep expenditures in alignment with revenue. Five positions will be redirected to Information Technology Services Division to support department-wide services. This adjustment is a part of the department-wide Special Funds Efficiencies reduction of \$6.2 million and 26.0 positions.

VI. Center for Environmental Health

The Center for Environmental Health comprises the Division of Food, Drug and Radiation Safety and the Division of Drinking Water and Environmental Management. The Center administers programs that protect the public from unsafe drinking water; regulate the generation, handling, and disposal of medical waste; oversees the disposal of low-level radioactive waste; and protects and manages food, drug, medical device, and radiation sources. Major budget adjustments include:

Southern California Laboratory Closure

-\$180,000 TF
-\$57,000 GF
-\$123,000 OF

The May Revise reflects a reduction of \$180,000, including \$57,000 in GF, from the closure of the Southern California Laboratory housing laboratory staff from the Center

for Environmental Health. The closure addresses health and safety concerns related to the building's code and seismic deficiencies.

VII. Center for Health Care Quality

The Center for Health Care Quality comprises Licensing and Certification (L&C) and Laboratory Field Services (LFS). The Center regulates the quality of care in public and private health facilities, clinics, and agencies; licenses nursing home administrators; certifies home health aides, certified nurse assistants, and other direct care staff; and licenses and inspects laboratory facilities and licenses laboratory personnel. Major budget adjustments include:

2011-12 Budget Adjustments

There are no current year changes to the Center for Health Care Quality.

2012-13 Budget Adjustments

L&C Program May 2012 Estimate

-\$1,188,000 TF
-\$1,300,000 GF
\$112,000 OF

The May Revise Estimate reflects a net decrease of \$1.2 million (reduction of \$1.3 million State Operations GF expenditure authority and increase of \$112 thousand in Reimbursement authority). The GF savings is the result of a decrease in GF support needed for state-owned facilities and the state match for certified only facilities.

VIII. CDPH Department-Wide Efficiencies

2012-13 Budget Adjustments

Special Funds Efficiencies

-26.0 Positions

-\$6,194,000 TF
\$0 GF
-\$6,194,000 OF

The May Revise reflects a Special Fund Efficiency reduction of \$6.2 million and 26.0 positions. This is a result of the elimination of five of eight special funds and a reduction in various state fees and mandates with a minimal impact to the public health of California .

Budget Letter 12-03 – Eliminate Salary Savings

-211.6 Positions

The May Revise reflects a decrease of 211.6 positions within CDPH to eliminate salary savings. This adjustment will more accurately reflect how funds are actually expended.

ADP Transfer of Non-Drug Medi-Cal Functions to DPH

-3.0 Positions

-\$300,000 TF

\$0 GF

-\$300,000 OF

The May Revise reflects a technical change in the transfer of budget and position authority from the Department of Alcohol and Drug Program (ADP) to CDPH. ADP has reduced the total funding transferring to CDPH by \$300,000 and 3.0 positions.